



No.B/P.483/Bills/E-TDS

Divisional Office

Personnel Branch

To

Bangalore

All Concerned Officers/ Supervisors

Date: 21/04/2023

Sub: Deduction of Income Tax from Salary of the Railway Employee for the FY 2023-2024.

Ref: (i) Railway Board Letter No.F(X)-I-2010/23/07 Dt:08/03/2011.

As per Railway Board's instruction it is the primary responsibility of all Bill Drawing officers to ensure proportionate **deduction of Income Tax from the salary bills of Railway Employees Every Month**. Further it is also to be noted that in terms of Section 201(1A) of Income Tax Act, 1961, interest would be levied on Bill Drawing Officers for any kind of less proportionate deduction of Income Tax from the salary of employees.

Income Tax authorities insist that as per provisions of Income Tax Act, 1961, Income Tax has to be recovered proportionately starting from the salary paid on 1st April of the year (ie) from the salary of March itself.

Hence, the deduction towards Income Tax for the year **2023-2024** shall be made **commencing from March-2023** salary onwards. It is advised that employees may submit their **Option form and Earnings/Savings data in Form-12BB (Format Enclosed)** along with all **Savings/HBA/Rent/Insurance Statements**.

All the Bill Clerks and Supervisors working under the Bill Drawing officers may be advised suitably and to ensure that there should not be any less or excess recovery of income tax in any particular month or Year for which Income Tax assessed & required to be deducted on equated 12-months basis.

Slab Rates for the FY 2023-2024 for both, New and Old Regime (No Changes Rates) is appended below. So, Refer the Tax chart for old and new and accordingly exercise your option. For convenience of employee, an excel sheet for calculation of Income Tax for FY 2023-24 is available for download to check Tax as per NEW and OLD Regime in Intranet (<http://10.205.49.30>) and in Internet (swr.indianRailway.gov.in). The web site address (URL) and full path for both web sites are enclosed.

TaxRate (Old Regime) All Saving included			TaxRate(New Regime) Only Standard Deduction no Exemptions/savings are allowed in New Regime as allowed in old Regime		
Upto Rs 2.5L	NIL	Gross Salary only upto 5L – Nil tax (Section 87A Rebate applied)	Upto Rs 3L	Nil	Gross Salary only Upto 7L – Nil Tax (Section 87A Rebate applied)
From >2.5L to 5L	5%		From >Rs. 3L to Rs. 6L	5%	
From >Rs 5L to Rs 10L	20%		From >Rs 6L to Rs 9L	10%	
>Rs 10L	30%		From >Rs 9L to Rs 12L	15%	
			From >Rs 12L to Rs 15L	20%	
			>Rs 15L	30%	

In terms of, Section 115BAC of the Income Tax Act, 1961, Employees are requested to exercise an option for the deduction of TDS under Old/New Regime once, which cannot be changed for this current FY 2023-24 in a prescribed format which is enclosed as Annexure 'A'.

If **Option1 (i.e Old Regime)** is exercised Employee has to submit **Form No.12BB**.

If **Option2 (i.e New Regime)** is exercised Employee has to submit **Annexure 'A'**.

Hence, Employees are requested to submit the Forms as mentioned above on or before 15/05/2023.

INTERNET WEBSITE – URL AND PATH

www.swr.indianrailways.gov.in >>> About Us >>> Divisions >>> Bangalore >>> Employee Corner

INTRANET WEB SITE (BANGALORE DIVISION) WEB SITE AND PATH

Available intranet provided by RAILNET (within Railway Office, wherever RAILNET is provided)

<http://10.205.49.30> >> Quick links >> Letter – Income Tax – FY 2023-24

<http://10.205.49.30> >> Quick Links >>> Income Tax Projection/ Calculation FY 2023-24 (Excel Calculation Sheet)

Encl: 12BB Form & Annexure 'A'


(Venkatesh Nayak, IRPS)
Divisional Personnel Officer-II
for Sr.DPO/SBC

Copy to:

PS to DRM for kind information of DRM please,
PS to ADRM for kind information of ADRM please,
All Branch Officer's/SBC Division,
All CS&WI's, S&WI's/Personnel Branch,
All Branch Ch. OS/PB Notice Board,
DS/SWRMU, AISC&ST/REA, AIOBC/REA.



Annexure 'A'

**Format for Declaration to be submitted by the officer/employee under provision of
Sec.115 BAC of Income Tax Act .1961
(For the current Financial Year FY2023-2024 and AY 2024-2025)**

To

.....
.....
.....

Sub: Declaration of option for TDS to be deducted from salary under OLD/NEW TaxRegime

Sir,

I hereby exercise my option for the deduction of TDS from my salary for the FY 2023-2024 as under.

OPTION 1	Old TaxRegime	YES ☐	NO ☐
OPTION 2	New TaxRegime	YES ☐	NO ☐

**Exercised option If final and no changes is allowed for this current financial
year 2023-24.**

Signature :
Emp Name :
Designation :
Emp number :
Office :
Bill unit :